

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: IowaELIGIBILITY UNDER SECTION 1931 OF THE ACT

The State covers low-income families and children under Section 1931 of the Act.

The following groups were included in the AFDC State plan effective July 16, 1996:

 Pregnant women with no other eligible children.

 X AFDC children age 18 who are full-time students in a secondary school or in the equivalent level of vocational or technical training.

 In determining eligibility for Medicaid, the agency uses the AFDC standards and methodologies in effect as of July 16, 1996, without modification.

 X In determining eligibility for Medicaid, the agency uses the AFDC standards and methodologies in effect as of July 16, 1996, with the following modifications:

 The agency applies lower income standards which are no lower than the AFDC standards in effect on May 1, 1988, as follows:

 The agency applies higher income standards than those in effect as of July 16, 1996, increased by no more than the percentage increase in the CPI-U since July 16, 1996, as follows:

 The agency applies higher resource standards than those in effect as of July 16, 1996, increased by no more than the percentage increase in the CPI-U since July 16, 1996, as follows:

 X The agency uses less restrictive income and or resource methodologies than those in effect as of July 16, 1996, as follows:

- The earnings of anyone age 19 and younger who attends high school or an equivalency program full time are disregarded for all purposes, including the 185% gross income test.
- All earned and unearned educational funds of an undergraduate student or a person in training are exempt for all purposes.

TN No. MS-98-5

Supersedes

TN No. MS-97-15Approval Date JUL 08 1998

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JAN 01 1998

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa**ELIGIBILITY UNDER SECTION 1931 OF THE ACT**

The income and resource methodologies that the less restrictive methodologies replace are as follows:

- All income was considered for purposes of the 185% gross income test.
- Income of full-time students under the age of 19 was considered if the person was also a parent. Only the earnings of a child who was a full-time student attending high school or an equivalency program were disregarded.

 The agency terminates medical assistance (except for certain pregnant women and children) for individuals who fail to meet TANF work requirements.

 X The agency continues to apply the following waivers of provisions of Part A of Title IV in effect as of July 16, 1996, or submitted before August 22, 1996, and approved by the Secretary on or before July 1, 1997.

Income Methodologies - Earned Income Disregards

- Waiver of Section 402(a)(8)(A)(ii) of the Act and 45 CFR 233.20(a)(11)(i)(B). The work expense disregard for applicants and recipients is changed from \$90 to 20% of gross earnings.
- Waiver of Section 402(a)(31) of the Act and 45 CFR 233.20(a)(3)(xiv)(A). The work expense disregard for stepparents is changed from \$75 to 20%.
- Waiver of Section 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xviii). The work expense disregard for parents who live in the same home as a child who is a minor parent is changed from \$75 to 20%.
- Waiver of Sections 402(a)(8)(A)(iv), 402(a)(8)(B)(ii), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xiv), 233.20(a)(3)(xviii), 233.20(a)(11)(i)(C), and 233.20(a)(11)(ii)(B). The \$30-and-1/3 earned income disregard is replaced with a work incentive deduction equal to 50% of the earned income remaining after all other deductions are subtracted. The deduction applies to applicants, recipients, stepparents, and parents who live in the same home as a child who is a minor parent. The 50% disregard is not time-limited.

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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa**ELIGIBILITY UNDER SECTION 1931 OF THE ACT**

- Waiver of Section 402(a)(31) of the Act and 45 CFR 233.20(a)(3)(xiv). Stepparents not receiving assistance are allowed to receive a child care disregard for the stepparent's dependents.
- Waiver of Sections 402(a)(8)(A)(ii), 402(a)(8)(A)(iii), 402(a)(8)(A)(iv), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xiv), 233.20(a)(3)(xviii), 233.20(a)(11)(i)(B), 233.20(a)(11)(i)(C), 233.20(a)(11)(i)(D), and 233.20(a)(11)(ii)(B). Earnings for the first four months of new (self) employment (work transition period) for applicants, recipients, stepparents, and parents who live in the same home as a child who is a minor parent are disregarded if:
 - The person has had less than \$1,200 in earnings in the 12 months before the new work began; and
 - The new (self) employment is reported timely; and
 - The new employment begins after the date of application.

Income Methodologies - Other Income Disregards

- Waiver of Sections 402(a)(7)(A), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(ii), 233.20(a)(3)(xiv), and 233.20(a)(3)(xviii). Interest and dividend income of any person whose income must be considered when determining eligibility is disregarded.
- Waiver of Sections 402(a)(7)(A), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(ii), 233.20(a)(3)(xiv), and 233.20(a)(3)(xviii). Income deposited into individual development accounts (IDAs) is disregarded.

Deprivation Requirements - Unemployed Parent

- Waiver of Section 402(a)(41) of the Act and 45 CFR 233.101(a)(1)(i), 233.101(a)(3)(i), 233.101(a)(3)(iii), 233.101(a)(vi)(A), 233.101(c)(1)(iii), and 233.101(c)(1)(iv). The principal wage earner provisions, the 100-hour requirement, and the six-quarter work history requirement are eliminated.

TN No. MS-98-5 (Subst.)

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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: IowaELIGIBILITY UNDER SECTION 1931 OF THE ACT (Continued)Income and Resource Methodologies

- Waiver of Section 402(a)(7) of the Act and 45 CFR 233.20(a)(3)(ii). Incentive payments and bonuses for applicants and recipients participating in focus groups and longitudinal surveys is disregarded.

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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: IowaELIGIBILITY UNDER SECTION 1931 OF THE ACT

The State covers low-income families and children under Section 1931 of the Act.

The following groups were included in the AFDC State plan effective July 16, 1996:

 Pregnant women with no other eligible children.

 X AFDC children age 18 who are full-time students in a secondary school or in the equivalent level of vocational or technical training.

 In determining eligibility for Medicaid, the agency uses the AFDC standards and methodologies in effect as of July 16, 1996, without modification.

 X In determining eligibility for Medicaid, the agency uses the AFDC standards and methodologies in effect as of July 16, 1996, with the following modifications:

 The agency applies lower income standards which are no lower than the AFDC standards in effect on May 1, 1988, as follows:

 The agency applies higher income standards than those in effect as of July 16, 1996, increased by no more than the percentage increase in the CPI-U since July 16, 1996, as follows:

 The agency applies higher resource standards than those in effect as of July 16, 1996, increased by no more than the percentage increase in the CPI-U since July 16, 1996, as follows:

 X The agency uses less restrictive income and or resource methodologies than those in effect as of July 16, 1996, as follows:

- The earnings of anyone age 19 and younger who attends high school or an equivalency program full time are disregarded for all purposes, including the 185% gross income test.
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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: IowaELIGIBILITY UNDER SECTION 1931 OF THE ACT

The income and resource methodologies that the less restrictive methodologies replace are as follows:

- All income was considered for purposes of the 185% gross income test.
- Income of full-time students under the age of 19 was considered if the person was also a parent. Only the earnings of a child who was a full-time student attending high school or an equivalency program were disregarded.

 The agency terminates medical assistance (except for certain pregnant women and children) for individuals who fail to meet TANF work requirements.

 X The agency continues to apply the following waivers of provisions of Part A of Title IV in effect as of July 16, 1996, or submitted before August 22, 1996, and approved by the Secretary on or before July 1, 1997.

Income Methodologies - Earned Income Disregards

- Waiver of Section 402(a)(8)(A)(ii) of the Act and 45 CFR 233.20(a)(11)(i)(B). The work expense disregard for applicants and recipients is changed from \$90 to 20% of gross earnings.
- Waiver of Section 402(a)(31) of the Act and 45 CFR 233.20(a)(3)(xiv)(A). The work expense disregard for stepparents is changed from \$75 to 20%.
- Waiver of Section 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xviii). The work expense disregard for parents who live in the same home as a child who is a minor parent is changed from \$75 to 20%.
- Waiver of Sections 402(a)(8)(A)(iv), 402(a)(8)(B)(ii), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xiv), 233.20(a)(3)(xviii), 233.20(a)(11)(i)(C), and 233.20(a)(11)(ii)(B). The \$30-and-1/3 earned income disregard is replaced with a work incentive deduction equal to 50% of the earned income remaining after all other deductions are subtracted. The deduction applies to applicants, recipients, stepparents, and parents who live in the same home as a child who is a minor parent. The 50% disregard is not time-limited.

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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

ELIGIBILITY UNDER SECTION 1931 OF THE ACT

- Waiver of Section 402(a)(31) of the Act and 45 CFR 233.20(a)(3)(xiv). Stepparents not receiving assistance are allowed to receive a child care disregard for the stepparent's dependents.
- Waiver of Sections 402(a)(8)(A)(ii), 402(a)(8)(A)(iii), 402(a)(8)(A)(iv), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(xiv), 233.20(a)(3)(xviii), 233.20(a)(11)(i)(B), 233.20(a)(11)(i)(C), 233.20(a)(11)(i)(D), and 233.20(a)(11)(ii)(B). Earnings for the first four months of new (self) employment (work transition period) for applicants, recipients, stepparents, and parents who live in the same home as a child who is a minor parent are disregarded if:
 - The person has had less than \$1,200 in earnings in the 12 months before the new work began; and
 - The new (self) employment is reported timely; and
 - The new employment begins after the date of application.

Income Methodologies - Other Income Disregards

- Waiver of Sections 402(a)(7)(A), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(ii), 233.20(a)(3)(xiv), and 233.20(a)(3)(xviii). Interest and dividend income of any person whose income must be considered when determining eligibility is disregarded.
- Waiver of Sections 402(a)(7)(A), 402(a)(31), and 402(a)(39) of the Act and 45 CFR 233.20(a)(3)(ii), 233.20(a)(3)(xiv), and 233.20(a)(3)(xviii). Income deposited into individual development accounts (IDAs) is disregarded.

Deprivation Requirements - Unemployed Parent

- Waiver of Section 402(a)(41) of the Act and 45 CFR 233.101(a)(1)(i), 233.101(a)(3)(i), 233.101(a)(3)(iii), 233.101(a)(vi)(A), 233.101(c)(1)(iii), and 233.101(c)(1)(iv). The principal wage earner provisions, the 100-hour requirement, and the six-quarter work history requirement are eliminated.

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JAN 01 1998

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

ELIGIBILITY UNDER SECTION 1931 OF THE ACT (Continued)

Income and Resource Methodologies

- Waiver of Section 402(a)(7) of the Act and 45 CFR 233.20(a)(3)(ii).
Incentive payments and bonuses for applicants and recipients participating in focus groups and longitudinal surveys is disregarded.

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Revision: HCFA-PM-00-1
February 2000

SUPPLEMENT 14 TO ATTACHMENT 2.6-A
ADDENDUM

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Iowa

ELIGIBILITY UNDER SECTION 1931 OF THE ACT

The State covers low-income families and children under section 1931 of the Act.

X The agency uses less restrictive income and/or resource methodologies than those in effect as of July 16, 1996, as follows:

All wages paid by the Census Bureau for temporary employment related to Census 2000 activities are excluded.

 The income and/or resource methodologies that the less restrictive methodologies replace are as follows:

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Supersedes					
TN No.	<u>None</u>				